

ASSEMBLY BILL

No. 123

Introduced by Assembly Members Cohn and Chavez

January 15, 2003

An act to amend Section 13401.5 of the Corporations Code, relating to professional corporations.

LEGISLATIVE COUNSEL'S DIGEST

AB 123, as introduced, Cohn. Professional corporations: dentists.

Existing law regulating professional corporations, including medical corporations, provides that certain licensed persons may be shareholders, officers, directors, or professional employees of these corporations, subject to certain limitations.

This bill would add licensed dentists to the list of licensed persons who may be shareholders, officers, directors, or professional employees of medical corporations.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 13401.5 of the Corporations Code is
2 amended to read:
3 13401.5. Notwithstanding subdivision (d) of Section 13401
4 and any other provision of law, the following licensed persons may
5 be shareholders, officers, directors, or professional employees of
6 the professional corporations designated in this section so long as
7 the sum of all shares owned by those licensed persons does not
8 exceed 49 percent of the total number of shares of the professional

- 1 corporation so designated herein, and so long as the number of
2 those licensed persons owning shares in the professional
3 corporation so designated herein does not exceed the number of
4 persons licensed by the governmental agency regulating the
5 designated professional corporation:
- 6 (a) Medical corporation.
- 7 (1) Licensed doctors of podiatric medicine.
- 8 (2) Licensed psychologists.
- 9 (3) Registered nurses.
- 10 (4) Licensed optometrists.
- 11 (5) Licensed marriage and family therapists.
- 12 (6) Licensed clinical social workers.
- 13 (7) Licensed physician assistants.
- 14 (8) Licensed chiropractors.
- 15 (9) Licensed acupuncturists.
- 16 (10) *Licensed dentists.*
- 17 (b) Podiatric medical corporation.
- 18 (1) Licensed physicians and surgeons.
- 19 (2) Licensed psychologists.
- 20 (3) Registered nurses.
- 21 (4) Licensed optometrists.
- 22 (5) Licensed chiropractors.
- 23 (6) Licensed acupuncturists.
- 24 (c) Psychological corporation.
- 25 (1) Licensed physicians and surgeons.
- 26 (2) Licensed doctors of podiatric medicine.
- 27 (3) Registered nurses.
- 28 (4) Licensed optometrists.
- 29 (5) Licensed marriage and family therapists.
- 30 (6) Licensed clinical social workers.
- 31 (7) Licensed chiropractors.
- 32 (8) Licensed acupuncturists.
- 33 (d) Speech-language pathology corporation.
- 34 (1) Licensed audiologists.
- 35 (e) Audiology corporation.
- 36 (1) Licensed speech-language pathologists.
- 37 (f) Nursing corporation.
- 38 (1) Licensed physicians and surgeons.
- 39 (2) Licensed doctors of podiatric medicine.
- 40 (3) Licensed psychologists.



- 1 (4) Licensed optometrists.
- 2 (5) Licensed marriage and family therapists.
- 3 (6) Licensed clinical social workers.
- 4 (7) Licensed physician assistants.
- 5 (8) Licensed chiropractors.
- 6 (9) Licensed acupuncturists.
- 7 (g) Marriage and family therapy corporation.
- 8 (1) Licensed physicians and surgeons.
- 9 (2) Licensed psychologists.
- 10 (3) Licensed clinical social workers.
- 11 (4) Registered nurses.
- 12 (5) Licensed chiropractors.
- 13 (6) Licensed acupuncturists.
- 14 (h) Licensed clinical social worker corporation.
- 15 (1) Licensed physicians and surgeons.
- 16 (2) Licensed psychologists.
- 17 (3) Licensed marriage and family therapists.
- 18 (4) Registered nurses.
- 19 (5) Licensed chiropractors.
- 20 (6) Licensed acupuncturists.
- 21 (i) Physician assistants corporation.
- 22 (1) Licensed physicians and surgeons.
- 23 (2) Registered nurses.
- 24 (3) Licensed acupuncturists.
- 25 (j) Optometric corporation.
- 26 (1) Licensed physicians and surgeons.
- 27 (2) Licensed doctors of podiatric medicine.
- 28 (3) Licensed psychologists.
- 29 (4) Registered nurses.
- 30 (5) Licensed chiropractors.
- 31 (6) Licensed acupuncturists.
- 32 (k) Chiropractic corporation.
- 33 (1) Licensed physicians and surgeons.
- 34 (2) Licensed doctors of podiatric medicine.
- 35 (3) Licensed psychologists.
- 36 (4) Registered nurses.
- 37 (5) Licensed optometrists.
- 38 (6) Licensed marriage and family therapists.
- 39 (7) Licensed clinical social workers.
- 40 (8) Licensed acupuncturists.



- 1 (l) Acupuncture corporation.
- 2 (1) Licensed physicians and surgeons.
- 3 (2) Licensed doctors of podiatric medicine.
- 4 (3) Licensed psychologists.
- 5 (4) Registered nurses.
- 6 (5) Licensed optometrists.
- 7 (6) Licensed marriage and family therapists.
- 8 (7) Licensed clinical social workers.
- 9 (8) Licensed physician assistants.
- 10 (9) Licensed chiropractors.

